

Base Metals

	Previous	CMP	% Change
Comex Copper	2.721	2.741	0.74
LME Copper	6065.25	6104.5	0.65
LME Aluminium	1897.25	1904.5	0.38
LME Zinc	2656.75	2679	0.84
LME Lead	2077	2093.25	0.78
LME Nickel	12147.5	12317.5	1.40
MCX Copper	430.75	432.45	0.39
MCX Aluminium	134.45	134.55	0.07
MCX Zinc	190.5	191.4	0.47
MCX Lead	147.65	148.25	0.41
MCX Nickel	863.2	872.5	1.08

Base Metal Related News

Base metals prices little changed as investors awaited Federal Reserve policy guidance and the outcome of high level trade talks between the United States and China.

US Treasury Secretary Mnuchin signaled a truce is possible in trade talks with China. He said that if China presents enough trade concessions there's a chance the administration would lift all tariffs.

U.S. congressional Democrats said they are not satisfied with the Trump administration's decision to ease sanctions on companies linked to Russian oligarch Oleg Deripaska, demanding briefings and planning legislation.

A delegation led by China's vice premier Liu He arrived in Washington for a new round of trade talks with US counterparts headed by US Treasury Secretary Steven Mnuchin and Trade Representative Robert Lighthizer.

Production and sales of new energy vehicles (NEVs) across China are likely to exceed 1.5 million units in 2019,

LME Inventory 30/01/2019

Commodity	LME Stock	Change	Shanghai Stock	Change	Change in Canceled Warrants	CW as % of LME Stocks
Copper	149100	1500	119727	18849	12500	29.88
Aluminium	1289775	-6350	688821	822	-5950	41.47
Zinc	113975	-675	34510	5076	-675	46.41
Lead	76750	-1375	27306	-4276	-1275	47.98
Nickel	202032	-1026	12693	-1191	-726	29.53

Base Metal Outlook

Base Metal prices are trading higher today. We expect metal prices to trade sideways to negative on uncertainty over US Federal Reserve's decision to pause interest rate rise and over US-China trade agreement is signed during the meeting on Jan 30th-31st. During the evening session, we have Fed rate hike decision and US ADP employment data.

30th January 2019

Narnolia Financial Advisors Ltd | Market Strategy Desk

Important Events For The Week					
	Cur		Actual	Forecast	Previous
28-Jan					
2:30pm	EUR	M3 Money Supply y/y	4.10%	3.80%	3.70%
	EUR	Private Loans y/y	3.30%	3.40%	3.30%
	EUR	ECB President Draghi Speaks			
8:00pm	GBP	BOE Gov Carney Speaks			
29-Jan					
8:30pm	USD	CB Consumer Confidence		125	128.1
EVENTS FOR TODAY					
5:20am	JPY	Retail Sales y/y	1.30%	0.90%	1.40%
All Day	EUR	German Prelim CPI m/m		-0.70%	0.10%
1:15pm	EUR	French Consumer Spending m/m	-1.50%	-0.30%	-0.10%
6:45pm	USD	ADP Non-Farm Employment Change		170K	271K
8:30pm	USD	Pending Home Sales m/m		1.10%	-0.70%
9:00pm	USD	Crude Oil Inventories			8.0M
12:30am	USD	FOMC Statement			
	USD	Federal Funds Rate		<2.50%	<2.50%
1:00am	USD	FOMC Press Conference			
31-Jan					
5:20am	JPY	Prelim Industrial Production m/m		-0.50%	-1.00%
6:30am	CNY	Manufacturing PMI		49.3	49.4
	CNY	Non-Manufacturing PMI		53.9	53.8
10:30am	JPY	Housing Starts y/y		2.10%	-0.60%
12:30pm	EUR	German Retail Sales m/m		-0.40%	1.40%
3:30pm	EUR	Prelim Flash GDP q/q		0.20%	0.20%
	EUR	Unemployment Rate		7.90%	7.90%
Tentative	EUR	Italian Prelim GDP q/q		-0.10%	-0.10%
7:00pm	USD	Unemployment Claims		210K	199K
8:15pm	USD	Chicago PMI		61	65.4
9:00pm	USD	Natural Gas Storage		-183B	-163B
1-Feb					
6:00am	JPY	Final Manufacturing PMI		50	50
7:15am	CNY	Caixin Manufacturing PMI		49.7	49.7
2:25pm	EUR	German Final Manufacturing PMI		4990.00%	4990.00%
2:30pm	EUR	Final Manufacturing PMI		50.5	50.5
3:30pm	EUR	CPI Flash Estimate y/y		1.40%	1.60%
	EUR	Core CPI Flash Estimate y/y		0.01	0.01
7:00pm	USD	Average Hourly Earnings m/m		0.003	0.40%
	USD	Non-Farm Employment Change		165K	312K
	USD	Unemployment Rate		0.038	0.039
8:15pm	USD	Final Manufacturing PMI		54.9	54.9
8:30pm	USD	ISM Manufacturing PMI		54.3	54.1
	USD	Revised UoM Consumer Sentiment		90.7	90.7
	USD	Revised UoM Inflation Expectations			0.027
All Day	USD	Total Vehicle Sales		17.2M	17.6M

30th January 2019

Narnolia Financial Advisors Ltd | Market Strategy Desk

DISCLAIMER

Narnolia Financial Advisors Ltd. is a SEBI registered Research Analyst having SEBI Registration No. INH300006500. The Company/Analyst (s) does/do not have any holding in the stocks discussed but these stocks may have been recommended to clients in the past. Clients of Narnolia Financial Advisors Ltd. may be holding aforesaid stocks.

The stocks recommended are based on our analysis which is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed.

Disclosures: Narnolia Financial Advisors Ltd. (NFAL) (Formerly Microsec Capital Ltd.) is a SEBI Registered Research Analyst having registration no. INH300006500. NFAL is engaged in the business of providing Stock Broking, Depository Participant, Merchant Banking, Portfolio Management & distribution of various financial products. Details of associate entities of NFAL is available on the website at www.narnolia.com

No penalties have been levied on NFAL by any Regulatory/Statutory authority. NFAL, its associates, Research Analyst or their relative may have financial interest in the subject company. NFAL and/or its associates and/or Research Analyst may have beneficial ownership of 1% or more securities in the subject company at the end of the month immediately preceding the date of publication of the Research Report. NFAL and its associate company(ies), their directors and Research Analyst and their relatives may; (a) from time to time, have a long or short position in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein. (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions; however the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the associates of NFAL even though there might exist an inherent conflict of interest in some of the stocks mentioned in the research report. Research Analyst may have served as director/officer, etc. in the subject company in the last 12 month period. NFAL and/or its associates may have received compensation from the subject company in the past 12 months. In the last 12 months period ending on the last day of the month immediately preceding the date of publication of this research report, NFAL or any of its associates may have: a) managed or co-managed public offering of securities from subject company of this research report, b) received compensation for investment banking or merchant banking or brokerage services from subject company of this research report, c) received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company of this research report. d) Subject Company may have been a client of NFAL or its associates during 12 months preceding the date of distribution of the research report. NFAL and its associates have not received any compensation or other benefits from the Subject Company or third party in connection with the research report. NFAL and / or its affiliates may do and seek to do business including Investment Banking with companies covered in the research reports. As a result, the recipients of this report should be aware that NFAL may have a potential conflict of interest that may affect the objectivity of this report. Compensation of Research Analysts is not based on any specific Merchant Banking, Investment Banking or Brokerage service transactions. Research Analyst's views on Subject Company may vary based on Fundamental research and Technical Research. Proprietary trading desk of NFAL or its associates maintains arm's length distance with Research Team as all the activities are segregated from NFAL research activity and therefore it can have an independent view with regards to subject company for which Research Team have expressed their views.

Analyst Certification The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject securities or issues, and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report.

Disclosure of Interest Statement-

Analyst's ownership of the stocks mentioned in the Report	NIL
---	-----

A graph of daily closing prices of securities is available at www.nseindia.com, www.bseindia.com.

Correspondence Office Address: Arch Waterfront, 5th Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; www.narnolia.com.

Registered Office Address: Marble Arch, Office 201, 2nd Floor, 236B, A/C Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; www.narnolia.com

Compliance Officer: Manish Kr Agarwal, Email Id: mkgarwal@narnolia.com, Contact No.-033-40541700.

Registration details of Company: Narnolia Financial Advisors Ltd. (NFAL): SEBI Stock Broker Registration: INZ000166737 (NSE/BSE/MSEI); NSDL/CDSL: IN-DP-380-2018; Research Analyst: INH300006500, Merchant Banking: (Registration No.: INM000010791), PMS: (Registration No.: INP000002304), AMFI Registered Mutual Fund distributor: ARN 3087

Registration Details of Group entities: G. Raj & Company Consultants Ltd (G RAJ)-BSE Broker INZ260010731; NSDL DP: IN-DP-NSDL-371-2014 || Narnolia Commerce Limited (Formerly Microsec Commerce Ltd.)-MCX/NCDEX Commodities Broker: INZ000051636 || NarnoliaVeloX Advisory Ltd.- SEBI Registered PMS: INP000005109 || Eastwind Capital Advisors Pvt Ltd. (EASTWIND)-SEBI Registered Investment Adviser: INA300005439 || Narnolia Insurance Brokers Limited (Formerly Microsec Insurance Brokers Ltd.)-IRDA Licensed Direct Insurance Broker (Life & Non-Life) Certificate No. 134, License No. DB046/02 || Narnolia Securities Ltd. (NSL)-AMFI Registered Mutual Fund distributor: ARN 20558, PFDA NPS POP: 27092018 || Narnolia Capital Advisors Pvt. Ltd. - RBI Registered NBFC.B.05.02568.

Disclaimer.

This report has been prepared by Narnolia Financial Advisors Ltd. (NFAL) and is meant for sole use by the recipient and not for public circulation. The report and information contained herein is strictly confidential and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of NFAL. The report is based on the facts, figures and information that are considered true, correct, reliable and accurate. The intent of this report is not recommendatory in nature. The information is obtained from publicly available media or other sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. The report is prepared solely for informational purpose and does not constitute an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments for the clients. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. Certain transactions -including those involving futures, options, another derivative products as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult his/her/its own advisors to determine the merits and risks of such an investment. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. NFAL will not treat recipients as customers by virtue of their receiving this report. Neither the Company, nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits or lost opportunities that may arise from or in connection with the use of the information/report. The person accessing this information specifically agrees to exempt NFAL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold NFAL or any of its affiliates or employees responsible for any such misuse and further agrees to hold NFAL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject NFAL & its group companies to registration or licensing requirements within such jurisdictions.